Senate File 507

H-1157

- 1 Amend Senate File 507, as passed by the Senate, as follows:
- By striking everything after the enacting clause and
- 3 inserting:
- 4 <Section 1. Section 7E.5, subsection 1, paragraph h, Code
- 5 2019, is amended to read as follows:
- 6 h. The department of workforce development, created
- 7 in section 84A.1, which has primary responsibility for
- 8 administering the laws relating to unemployment compensation
- 9 insurance, job placement and training, employment safety, labor
- 10 standards, workers' compensation, the family leave and medical
- 11 insurance program, and related matters.
- 12 Sec. 2. NEW SECTION. 96A.1 Short title.
- 13 This chapter may be cited as the "Iowa Family and Medical
- 14 Leave Act".
- 15 Sec. 3. NEW SECTION. 96A.2 Definitions.
- 16 As used in this chapter, unless the context otherwise
- 17 requires:
- 18 1. "Child" means a biological, adopted, or foster child,
- 19 a stepchild, a legal ward, or a child of a person standing in
- 20 loco parentis, regardless of the child's age or dependency
- 21 status.
- 22 2. "Covered employer" means a private sector employer who
- 23 has ten or more employees for each working day during each of
- 24 twenty or more calendar workweeks in the current or previous
- 25 calendar year and a public employer without regard to the
- 26 number of employees employed.
- 27 3. "Department" means the department of workforce
- 28 development.
- 29 4. "Director" means the director of the department of
- 30 workforce development.
- 31 5. "Employee" means the same as defined in section 91A.2.
- 32 "Employee" does not include an independent contractor, a self-
- 33 employed person, or a patient or inmate employed by a state
- 34 or local institution to which the patient or inmate has been
- 35 sentenced or committed.

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- 1 6. "Employer" means the same as defined in 91A.2.
- 2 "Employer" includes a temporary staffing agency or employment
- 3 agency.
- 4 7. "Employment benefits" means all benefits provided or
- 5 made available to an employee by an employer, including group
- 6 life insurance, health insurance, disability insurance, sick
- 7 leave, annual leave, educational benefits, and pensions except
- 8 benefits that are provided by a practice or written policy of
- 9 an employer or through an employee benefit plan as defined in
- 10 29 U.S.C. §1002(3).
- 11 8. "Family leave" means a leave taken from work by an
- 12 employee for any of the following reasons:
- 13 a. To participate in providing care, including physical or
- 14 psychological care, for a family member of the employee made
- 15 necessary by a serious health condition of the family member.
- 16 b. To bond with the employee's child after the child's
- 17 birth or with a child under the age of eighteen placed with the
- 18 employee for adoption or foster care.
- 19 c. Because of a qualifying exigency for a family member as
- 20 permitted under the federal Family and Medical Leave Act of
- 21 1993, as amended, and federal regulations as provided in 29
- 22 C.F.R. §825.126.
- 9. "Family member" means a child, parent, or spouse of an
- 24 employee.
- 25 10. "Gross earnings" means the same as defined in section
- 26 85.61.
- 27 ll. "Health care provider" means a physician or other
- 28 health care practitioner licensed, accredited, registered, or
- 29 certified to perform specified health care services consistent
- 30 with state law.
- 31 12. "In loco parentis" means an individual who has
- 32 day-to-day responsibilities to care for or financially support
- 33 a child.
- 34 13. "Inpatient care" means an overnight stay in a hospital,
- 35 hospice, or residential medical care facility, including any

- 1 period of incapacity, or any subsequent treatment in connection
- 2 with such inpatient care.
- 3 14. "Medical leave" means a leave from work taken by an
- 4 employee made necessary by the employee's own serious health
- 5 condition.
- 6 15. "Parent" means a biological, adoptive, step, or foster
- 7 father or mother, or any other individual who stands in
- 8 loco parentis to an employee or who stood in loco parentis
- 9 when the employee was a child. "Parent" does not include a
- 10 parent-in-law.
- 11 16. "Period of incapacity" means an inability to work,
- 12 attend school, or perform other regular daily activities due
- 13 to a serious health condition, treatment of a serious health
- 14 condition, or recovery from a serious health condition.
- 15 17. "Premium" or "premiums" means the payments required by
- 16 section 96A.12 and paid to the department for deposit in the
- 17 family and medical leave insurance account pursuant to section
- 18 96A.22.
- 19 18. "Public employer" means the state of Iowa, its
- 20 boards, commissions, agencies, departments, and its political
- 21 subdivisions including school districts and other special
- 22 purpose districts.
- 23 19. "Serious health condition" means an illness, injury,
- 24 impairment, physical condition, or mental condition that
- 25 involves inpatient care in a hospital, hospice, medical care
- 26 facility, or continued treatment or continuing supervision by
- 27 a health care provider.
- 28 20. "Spendable weekly earnings" means the amount remaining
- 29 after payroll taxes are deducted from an employee's gross
- 30 weekly earnings.
- 31 21. "Spouse" means the person with whom an individual has
- 32 entered into marriage as defined or recognized under state law
- 33 for purposes of marriage in the state in which the marriage
- 34 was entered into or, in the case of a marriage entered into
- 35 outside of any state, if the marriage is valid in the place

- 1 where the marriage was entered into and the marriage could have
- 2 been entered into in at least one state, including a same sex
- 3 or common law marriage.
- 4 22. "Wages" means the same as defined in section 91A.2.
- 5 Sec. 4. NEW SECTION. 96A.3 Benefit eligibility.
- 6 An employee is eligible for family leave and medical leave
- 7 as provided in this chapter after working for a covered
- 8 employer for both a minimum of twelve consecutive months
- 9 immediately preceding the employee's request for leave and a
- 10 minimum of one thousand two hundred fifty hours during that
- 11 twelve-consecutive-month period.
- 12 Sec. 5. NEW SECTION. 96A.4 Leave entitlement for a defined
- 13 twelve-month period.
- 14 l. An employee is entitled to a maximum of twelve weeks
- 15 of family leave during a defined period of twelve consecutive
- 16 months.
- 2. An employee is entitled to a maximum of twelve weeks of
- 18 medical leave during a defined period of twelve consecutive
- 19 months unless the employee experiences a serious health
- 20 condition, which is pregnancy-related, that results in a longer
- 21 period of incapacity in which case any extended medical leave
- 22 beyond twelve weeks shall conform with section 216.6.
- 23 3. An employee is entitled to a maximum combined total of
- 24 paid family leave and medical leave of sixteen weeks during a
- 25 defined period of twelve consecutive months.
- 26 4. An employee is not entitled to family leave or medical
- 27 leave of less than eight consecutive hours.
- 28 Sec. 6. NEW SECTION. 96A.5 Calculating the defined
- 29 twelve-month period.
- 30 The defined period of twelve consecutive months for
- 31 calculation of an eligible employee's family leave or medical
- 32 leave entitlement begins on any of the following:
- 33 1. The date of birth of an employee's child or the date
- 34 of placement of a child for adoption or foster care with the
- 35 employee.

- 1 2. The first day of family leave that an employee takes for
- 2 a family member's serious health condition or a family member's
- 3 qualifying exigency.
- 4 3. The first day of medical leave.
- 5 Sec. 7. <u>NEW SECTION</u>. **96A.6** Disqualification from leave 6 entitlement.
- 7 An eligible employee is disqualified for family leave or
- 8 medical leave benefits under this chapter for any of the
- 9 following:
- 10 l. An absence due to the employee's willful intention to
- 11 injure or cause a sickness to the employee or to the employee's
- 12 family member.
- 2. An injury or sickness caused by the employee engaging in
- 14 an illegal act.
- 15 3. The employee's absence due to an employer taking any
- 16 disciplinary action against the employee.
- 17 Sec. 8. NEW SECTION. 96A.7 Employee notice to employer of
- 18 intent to take leave.
- 19 1. If leave for the birth of a child or placement of a child
- 20 for adoption or foster care with an employee is foreseeable,
- 21 the employee shall provide written notice not less than thirty
- 22 calendar days before the date the leave is to begin.
- 23 2. If the birth of a child or placement of a child for
- 24 adoption or foster care with an employee requires leave to
- 25 begin in less than thirty calendar days, the employee shall
- 26 provide written notice as far in advance as is practicable.
- 27 3. If leave for a family member's serious health condition
- 28 or an employee's serious health condition is foreseeable based
- 29 on planned medical treatment, the employee shall do all of the
- 30 following:
- 31 a. Make a reasonable effort to schedule such medical
- 32 treatment, subject to the recommendation of the employee's or
- 33 family member's health care provider as appropriate, to not
- 34 unduly disrupt the operations of the employer.
- 35 b. Provide the employer with not less than thirty calendar

- 1 days prior written notice of the employee's intention to take
- 2 leave for a family member's serious health condition or the
- 3 employee's serious health condition.
- 4. If leave for a family member's serious health condition
- 5 or an employee's serious health condition is not foreseeable,
- 6 the employee shall provide written notice as far in advance as
- 7 is practicable.
- 8 Sec. 9. NEW SECTION. 96A.8 Weekly claim, certification, and
- 9 verification.
- 10 Beginning January 1, 2024, family leave or medical leave
- 11 insurance benefits are payable to an employee during a period
- 12 in which the employee is unable to perform the employee's
- 13 regular or customary work because the employee is on family
- 14 leave or medical leave if the employee meets all of the
- 15 following requirements:
- 16 l. The employee files a weekly claim for benefits with the
- 17 department as required per rules adopted by the director.
- 18 2. The employee meets the eliqibility requirements pursuant
- 19 to section 96A.3 or the elective coverage requirements pursuant
- 20 to section 96A.14.
- 21 3. The employee consents to the disclosure of information or
- 22 records that may be deemed private or confidential under state
- 23 or federal law. Disclosure of such information and records by
- 24 another state agency or an employer to the department shall
- 25 be solely for purposes related to the administration of this
- 26 chapter. Information and records disclosed by an employee
- 27 under this chapter shall not be public records as defined in
- 28 section 22.1.
- 29 4. The employee authorizes the health care provider of the
- 30 employee's family member or of the employee, as applicable, to
- 31 complete a certification of a serious health condition in a
- 32 form as required by the director.
- 33 5. The employee attests that written notice has been
- 34 provided to the employee's employer per section 96A.7.
- 35 6. The employee provides documentation of a family member's

- 1 qualifying exigency if requested by the employee's employer.
- 2 Sec. 10. NEW SECTION. 96A.9 Waiting period for leave
- 3 benefits.
- 4 Family leave or medical leave insurance benefits shall be
- 5 payable to an eligible employee following a waiting period
- 6 consisting of the first seven calendar days of leave. However,
- 7 no such waiting period applies to a leave for the birth or
- 8 placement of a child with an eligible employee.
- 9 Sec. 11. NEW SECTION. 96A.10 Weekly leave benefit amount.
- 10 1. The basis for the calculation of a leave benefit amount
- 11 shall be the weekly earnings of an eligible employee on the
- 12 day the leave is granted. "Weekly earnings" means the gross
- 13 earnings of an employee to which such employee would have been
- 14 entitled had the employee worked the employee's customary hours
- 15 for the full pay period in which the employee is on family
- 16 leave or medical leave. Weekly earnings shall be computed as
- 17 follows, rounded to the nearest dollar, for an employee who is
- 18 paid on the following basis:
- 19 a. On a weekly pay period basis, the weekly earnings are the
- 20 weekly gross earnings.
- 21 b. On a biweekly pay period basis, the weekly earnings are
- 22 one-half of the biweekly gross earnings.
- 23 c. On a semimonthly pay period basis, the weekly earnings
- 24 are the semimonthly gross earnings multiplied by twenty-four
- 25 and then divided by fifty-two.
- 26 d. On a monthly pay period basis, the weekly earnings
- 27 are the monthly gross earnings multiplied by twelve and then
- 28 divided by fifty-two.
- 29 e. On a yearly pay period basis, the weekly earnings shall
- 30 be the yearly earnings divided by fifty-two.
- 31 f. On a daily or hourly basis, or by the output of an
- 32 employee, the weekly earnings shall be computed by dividing by
- 33 thirteen the earnings, including shift differential pay but
- 34 not including overtime or premium pay, of the employee earned
- 35 in the last completed period of thirteen consecutive calendar

- 1 weeks immediately preceding the start day of the leave. If
- 2 the employee was absent from employment for personal reasons
- 3 during part of the thirteen calendar weeks preceding the
- 4 leave, the employee's weekly earnings shall be the amount the
- 5 employee would have earned had the employee worked when work
- 6 was available to other employees of the employer in a similar
- 7 occupation. A week that does not fairly reflect the employee's
- 8 customary earnings shall be replaced by the closest previous
- 9 week with earnings that fairly represent the employee's
- 10 customary earnings.
- 11 2. If on the date that leave begins an employee's hourly
- 12 earnings cannot be ascertained, the earnings for the purpose
- 13 of calculating the benefit amount shall be the usual earnings
- 14 for similar services where such services are rendered by paid
- 15 employees.
- 16 3. If an employee earns either no wages or less than the
- 17 usual weekly earnings of a regular full-time adult laborer
- 18 in the line of work in which the employee is working in
- 19 that locality, the weekly earnings shall be one-fiftieth of
- 20 the total earnings which the employee has earned from all
- 21 employment during the twelve consecutive calendar months
- 22 immediately preceding the date that the employee's leave
- 23 begins.
- 4. The weekly leave benefit amount payable to an employee
- 25 for any one week shall be eighty percent of the employee's
- 26 spendable weekly earnings, but shall not exceed an amount equal
- 27 to two hundred percent of the statewide average weekly wage
- 28 paid to employees as determined by the department pursuant to
- 29 section 96.19 and in effect on the date that the employee's
- 30 leave commences. However, the weekly leave benefit amount
- 31 shall be a minimum equal to the lesser of the weekly leave
- 32 benefit amount of a person whose gross weekly earnings are
- 33 thirty-five percent of the statewide average weekly wage, or to
- 34 the spendable weekly earnings of the employee.
- 35 Sec. 12. NEW SECTION. 96A.11 Payment of benefits to an

- 1 eligible employee.
- 2 l. The department shall send the first benefit payment to
- 3 an employee within ten calendar days after the first properly
- 4 completed weekly claim from the employee is received by
- 5 the department. Subsequent payments shall be sent at least
- 6 biweekly to an eligible employee if a properly completed weekly
- 7 claim from the employee is received by the department.
- 8 2. If an employer contests an employee's initial claim
- 9 for family leave or medical leave benefits, the employer must
- 10 notify the employee and the department in the manner prescribed
- 11 by the director within ten calendar days of the employer's
- 12 receipt of notice from the department of the employee's filing
- 13 of a claim for benefits pursuant to section 96A.21, subsection
- 14 3. Failure to timely contest an initial application shall
- 15 constitute a waiver of objection to the family leave or medical
- 16 leave claim.
- 3. If the department or the employer contests an employee's
- 18 eligibility for benefits after the employee begins receiving
- 19 benefits the employee shall continue to be paid benefits
- 20 conditionally for any weeks for which the employee files a
- 21 claim for benefits. The employee's right to retain such
- 22 benefit payments shall be conditioned upon the department's
- 23 finding that the employee is eligible for such benefit
- 24 payments.
- 25 a. At an employee's request, the department shall hold
- 26 conditional benefit payments until the department resolves the
- 27 employee's eligibility status.
- 28 b. Payment shall be issued promptly for any withheld benefit
- 29 payments if the department determines that an employee is
- 30 eligible for benefits.
- 31 c. If the department determines that an employee is
- 32 ineligible for the conditionally paid benefits, the employee
- 33 shall repay the overpayment per rules as adopted by the
- 34 director.
- 35 Sec. 13. NEW SECTION. 96A.12 Funding the family leave and

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1 medical leave insurance program.

- Beginning on January 1, 2022, and ending December
- 3 31, 2023, the department shall assess for each employee
- 4 in employment with a covered employer a premium rate of
- 5 four-tenths of one percent of an employee's wages based on the
- 6 amount of the individual's wages, subject to subsection 6.
- 7 a. The premium rate for family leave benefits shall be equal
- 8 to one-third of the total premium rate.
- 9 b. The premium rate for medical leave benefits shall be
- 10 equal to two-thirds of the total premium rate.
- 11 2. For calendar year 2024 and subsequent calendar years the
- 12 director shall determine the percentage of paid claims related
- 13 to family leave benefits and the percentage of paid claims
- 14 related to medical leave benefits and adjust the premium rates
- 15 set in subsection 1 by the proportional share of claims paid
- 16 for both types of leave.
- 3. For family leave premiums a covered employer may deduct
- 18 up to forty-five percent of the full amount of the required
- 19 premiums from the wages of each employee. The remaining
- 20 fifty-five percent of the required premiums shall be paid by
- 21 the covered employer.
- 22 4. For medical leave premiums a covered employer may deduct
- 23 up to forty-five percent of the full amount of the required
- 24 premiums from the wages of each employee. The remaining
- 25 fifty-five percent of the required premiums shall be paid by
- 26 the covered employer.
- 27 5. A covered employer may elect to pay all or any portion of
- 28 the employee's share of the premiums for family leave benefits
- 29 or medical leave benefits or both.
- 30 6. The director shall annually set a maximum limit on the
- 31 amount of an employee's wages that are subject to a premium
- 32 assessment under this section that is equal to the contribution
- 33 and benefit base for the calendar year as determined by the
- 34 United States social security administration for purposes of
- 35 26 U.S.C. §3121(a).

- 1 7. For calendar year 2024 and subsequent calendar years,
- 2 the total premium rate shall be based on the family leave and
- 3 medical leave insurance account balance ratio as of September
- 4 30 of the previous year. The director shall calculate the
- 5 account balance ratio by dividing the balance of the family
- 6 leave and medical leave insurance account by the total wages
- 7 paid by covered employers. The division shall be carried
- 8 to the fourth decimal place with the remaining fraction
- 9 disregarded unless it amounts to five hundred thousandths or
- 10 more in which case the fourth decimal place shall be rounded
- ll to the next higher digit. If the family leave and medical
- 12 leave insurance account balance ratio is any of the following
- 13 percentages, the premium shall be the following percentage of
- 14 an employee's wages subject to a premium assessment:
- 15 a. If the ratio is zero to nine hundredths of one percent,
- 16 the premium shall be six-tenths of one percent.
- 17 b. If the ratio is one-tenth of one percent to nineteen
- 18 hundredths of one percent, the premium shall be five-tenths of
- 19 one percent.
- 20 c. If the ratio is two-tenths of one percent to twenty-nine
- 21 hundredths of one percent, the premium shall be four-tenths of
- 22 one percent.
- 23 d. If the ratio is three-tenths of one percent to
- 24 thirty-nine hundredths of one percent, the premium shall be
- 25 three-tenths of one percent.
- 26 e. If the ratio is four-tenths of one percent to forty-nine
- 27 hundredths of one percent, the premium shall be two-tenths of
- 28 one percent.
- 29 f. If the ratio is five-tenths of one percent or greater,
- 30 the premium shall be one-tenth of one percent.
- 31 8. Beginning January 1, 2024, if the account balance ratio
- 32 calculated in subsection 7 is below five hundredths of one
- 33 percent, the director shall assess a solvency surcharge at
- 34 the lowest rate necessary to provide revenue to pay for the
- 35 administrative and benefit costs of family leave and medical

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- 1 leave insurance for the calendar year. The solvency surcharge
- 2 shall be at least one-tenth of one percent and no more than
- 3 six-tenths of one percent and shall be added to the total
- 4 premium rate assessed to each employee of a covered employer
- 5 for family leave and medical leave benefits.
- 6 9. A covered employer shall collect all required premiums
- 7 and surcharges from the employer's employees through payroll
- 8 deductions and shall remit the amount collected and the amount
- 9 to be paid by the employer to the department as required by
- 10 rules adopted by the director.
- 11 10. On September 30 of each year the department shall
- 12 average the number of employees reported by an employer over
- 13 the last four completed calendar quarters to determine the
- 14 number of employees employed by the employer for the purpose
- 15 of determining if an employer shall be considered a covered
- 16 employer for the next calendar year.
- 17 Sec. 14. NEW SECTION. 96A.13 Waiver of premium for
- 18 out-of-state employee.
- 19 1. An employer may file an application with the department
- 20 for a conditional waiver of the payment of family leave and
- 21 medical leave premiums assessed under section 96A.12 for an
- 22 employee who meets all of the following requirements:
- 23 a. The employee is physically based outside of the state.
- 24 b. The employee is physically working in the state on a
- 25 limited or temporary work schedule.
- 26 c. The employee is not expected to be physically working
- 27 in the state for one thousand two hundred fifty hours or more
- 28 during any consecutive twelve-month period.
- 29 2. The department shall approve an application that is
- 30 signed by both the employee and the employee's employer
- 31 attesting to compliance with the requirements of subsection 1.
- 32 3. If the employee physically works in the state for one
- 33 thousand two hundred fifty hours or more in any consecutive
- 34 twelve-month period, the conditional waiver shall expire and
- 35 the employer and employee shall be responsible for all premiums

- 1 pursuant to section 96A.12 for the consecutive twelve-month
- 2 period in which the employee worked one thousand two hundred
- 3 fifty hours or more. Upon submission of the premiums by the
- 4 employer to the department, the employee shall be credited for
- 5 the hours worked during that consecutive twelve-month period
- 6 and shall be eligible for benefits under this chapter.
- 7 Sec. 15. NEW SECTION. 96A.14 Self-employed persons elective
- 8 participation in the family leave and medical leave insurance
- 9 program.
- 10 l. A self-employed person electing to participate in the
- 11 family leave and medical leave insurance program shall be
- 12 considered either an employer or employee under this chapter as
- 13 the context so dictates.
- 2. For benefits payable beginning January 1, 2024, a
- 15 self-employed person may elect to participate in the family
- 16 leave and medical leave insurance program under this chapter
- 17 if the self-employed person meets all of the following
- 18 requirements:
- 19 a. The initial participation period for the self-employed
- 20 person must be a minimum of three years.
- 21 b. Any subsequent period of participation by the
- 22 self-employed person must be for a minimum of one year.
- 23 c. The self-employed person must participate in both family
- 24 leave and medical leave.
- 25 d. One hundred percent of all premiums assessed under
- 26 section 96A.12 shall be paid by the self-employed person.
- 27 3. A self-employed person shall file a written notice of
- 28 election of elective coverage with the department in the manner
- 29 required by the director.
- 30 4. A self-employed person shall be eligible for
- 31 family leave and medical leave benefits after working one
- 32 thousand two hundred fifty hours in the state during the
- 33 twelve-consecutive-month period immediately following the date
- 34 of the written notice the self-employed person filed pursuant
- 35 to subsection 3.

- 1 5. A self-employed person who has elected coverage may
- 2 withdraw from coverage within thirty calendar days after the
- 3 end of each participation period pursuant to subsection 2,
- 4 paragraph "a" or "b", by filing a written notice of withdrawal
- 5 as required by the director. The withdrawal shall take effect
- 6 no sooner than thirty calendar days after the self-employed
- 7 person files the notice of withdrawal.
- If a self-employed person fails to submit the required
- 9 premium payments, the department may cancel the person's
- 10 elective coverage. The cancellation shall be effective no
- ll sooner than thirty days from the date of a written notice
- 12 from the department to the self-employed person advising the
- 13 self-employed person of the impending cancellation of the
- 14 self-employed person's elective coverage. The department shall
- 15 collect all due and unpaid premiums from the self-employed
- 16 person for the remainder of the participation period pursuant
- 17 to subsection 2, paragraph "a" or "b".
- Sec. 16. NEW SECTION. 96A.15 Employment protection. 18
- 1. An eligible employee who takes family leave or medical 19
- 20 leave under this chapter is entitled to any of the following on
- 21 the employee's return from leave:
- To be restored to the same position held by the employee 22
- 23 when the employee's leave commenced.
- 24 To be restored to an equivalent position with equivalent
- 25 employment benefits, pay, and other terms and conditions of
- 26 employment.
- 2. As a condition of restoration under subsection 1 for an 27
- 28 employee who has taken medical leave, the employer may apply
- 29 a uniform policy to the employee that requires an employee to
- 30 provide certification from the employee's health care provider
- 31 that the employee is able to resume work.
- Taking leave under this chapter shall not result in the
- 33 loss of any employment benefits accrued by an employee prior to
- 34 the date on which the employee's leave commenced.
- This section shall not be construed to entitle a restored 35

- 1 employee to any of the following:
- 2 a. The accrual of any seniority or employment benefits
- 3 during any period of leave.
- 4 b. Any right, benefit, or position of employment other than
- 5 any right, benefit, or position of employment to which the
- 6 employee would have been entitled had the employee not taken
- 7 leave.
- 8 5. This section shall not be construed to prohibit an
- 9 employer from requiring an employee on leave to report
- 10 periodically to the employer on the status and intention of the
- 11 employee to return to work.
- 12 6. An employer may deny restoration under this section to
- 13 a salaried employee who is among the ten percent highest-paid
- 14 employees employed by the employer within seventy-five miles
- 15 of the facility at which the employee is employed if all of the
- 16 following apply:
- 17 a. Denial of restoration is necessary to prevent substantial
- 18 and grievous economic injury to the operations of the employer.
- 19 b. The employer notifies the employee of the intent of the
- 20 employer to deny restoration on such basis at the time the
- 21 employer determines such basis exists.
- 22 c. The employee is on leave and elects not to return
- 23 to employment after receiving the employer's notice of the
- 24 employer's intent not to restore the employee.
- 7. This section shall not be construed as providing an
- 26 employee greater restoration rights than those required under
- 27 the federal Family and Medical Leave Act of 1993, as amended.
- 28 Sec. 17. NEW SECTION. 96A.16 Maintenance of existing health
- 29 benefits.
- 30 If required by the federal Family and Medical Leave
- 31 Act of 1993, as amended, an employer shall maintain any
- 32 existing health benefits of an employee for the duration of
- 33 an employee's leave under this chapter. If the employer and
- 34 the employee normally share the cost of such existing health
- 35 benefits, the employee shall remain responsible for the

- 1 employee's share of the cost of such.
- 96A.17 Employer submission of reports 2 Sec. 18. NEW SECTION.
- 3 and maintenance of records.
- 1. As specified by the director and in the form and at the
- 5 time as required by the director, an employer shall submit
- 6 reports and furnish information related to the family leave and
- 7 medical leave insurance program to the director.
- An employer shall maintain at the employer's primary
- 9 place of business a record of employment for each employee from
- 10 which any information needed by the department for purposes of
- 11 this chapter may be obtained. Such record shall be maintained
- 12 for ten years from the date on which an eligible employee
- 13 applies for family leave or medical leave under this chapter.
- 14 The record shall be open for inspection by the director at all
- 15 times. All personnel and employee medical records shall be
- 16 maintained by the employer in compliance with all applicable
- 17 federal and state laws.
- Sec. 19. NEW SECTION. 96A.18 Coordination of family leave 18
- 19 and medical leave with other laws and with employer policies.
- 20 Family leave or medical leave taken by an employee under
- 21 this chapter shall be in addition to any leave available to
- 22 an employee as required by applicable state or federal law
- 23 for sickness or temporary disability because of pregnancy or
- 24 childbirth.
- 25 2. Family leave or medical leave taken by an employee under
- 26 this chapter shall be taken concurrently with any leave taken
- 27 under the federal Family and Medical Leave Act of 1993, as
- 28 amended.
- 29 3. An employer may allow an employee who has accrued
- 30 vacation, sick, or other paid time off to choose to use either
- 31 such accrued time or to receive paid family leave or medical
- 32 leave insurance benefits under this chapter.
- 33 Sec. 20. NEW SECTION. 96A.19 Relationship to other state
- 34 and federal benefits.
- In any week an employee is eligible to receive benefits under 35

- 1 chapter 85, 85A, 85B, or 96, or any other applicable state or
- 2 federal unemployment compensation, workers' compensation, or
- 3 disability insurance laws, the employee is disqualified from
- 4 receiving family leave or medical leave insurance benefits
- 5 under this chapter.
- 6 Sec. 21. NEW SECTION. 96A.20 Discrimination prohibited.
- 7 This chapter shall not be construed to modify or affect any
- 8 federal, state, or local law prohibiting discrimination on the
- 9 basis of age, race, creed, color, sex, sexual orientation,
- 10 gender identity, national origin, religion, disability, or
- 11 other protected category.
- 12 Sec. 22. NEW SECTION. 96A.21 Department to administer
- 13 family leave and medical leave insurance program and conduct
- 14 outreach.
- 15 1. The director shall establish and administer the family
- 16 leave and medical leave insurance program and disburse family
- 17 leave and medical leave benefits to an eligible employee as
- 18 specified in this chapter.
- 19 2. The director shall establish procedures and forms for
- 20 an employee to file an application for benefits under this
- 21 chapter.
- 22 3. The department shall notify an employer within five
- 23 business days of an employee filing a claim for family leave or
- 24 medical leave insurance benefits.
- 25 4. Information and records pertaining to an employee under
- 26 this chapter that are maintained by the department shall
- 27 be confidential and shall only be available to department
- 28 personnel in the performance of official duties.
- 29 5. The director shall develop and implement an outreach
- 30 program to ensure that employers and employees are aware of
- 31 the family leave and medical leave insurance program and are
- 32 aware of the leave benefits available to eligible employees.
- 33 Outreach information shall explain in an easy-to-understand
- 34 format all of the following:
- 35 a. Eligibility requirements.

- 1 b. The application process.
- 2 c. How weekly benefits are calculated and the minimum and
- 3 maximum weekly benefit amount.
- 4 d. Restoration rights.
- 5 e. Nondiscrimination rights.
- 6 f. Confidentiality.
- 7 q. The relationship between employment protection, leave
- 8 from employment, wage replacement benefits under this chapter
- 9 and other laws, and employer policies.
- 10 6. The department shall be authorized to inspect and audit
- 11 an employer's files and records relating to the family leave
- 12 and medical leave insurance program under this chapter.
- 13 Sec. 23. NEW SECTION. 96A.22 Family leave and medical leave
- 14 insurance account.
- 15 1. The family leave and medical leave insurance account
- 16 is created as a separate account in the state treasury in the
- 17 custody of the treasurer of state.
- 18 2. The director shall deposit all receipts from premiums
- 19 imposed under this chapter into such account. Expenditures
- 20 from the account shall be used only for the purposes of the
- 21 family leave and medical leave insurance program and only as
- 22 authorized by the director.
- 23 3. All premiums deposited in the account shall remain in
- 24 the account until expended pursuant to the requirements of this
- 25 chapter.
- 26 Sec. 24. NEW SECTION. 96A.23 Rules.
- 27 The director shall adopt rules pursuant to chapter 17A as
- 28 necessary to implement and administer this chapter.
- 29 Sec. 25. NEW SECTION. 96A.24 Enforcement.
- 30 The director may take any action under the director's
- 31 authority to enforce compliance with this chapter.
- 32 Sec. 26. Section 84A.1, subsection 1, Code 2019, is amended
- 33 to read as follows:
- 1. The department of workforce development is created to
- 35 administer the laws of this state relating to unemployment

- 1 compensation insurance, job placement and training, employment
- 2 safety, labor standards, and workers' compensation, and the
- 3 family leave and medical leave insurance program.
- 4 Sec. 27. DIRECTOR ANALYSIS OF FUNDING THE FAMILY LEAVE
- 5 AND MEDICAL LEAVE INSURANCE PROGRAM AND REPORT TO THE GENERAL
- 6 ASSEMBLY. The director of the department of workforce
- 7 development shall conduct an analysis of the family leave
- 8 and medical leave insurance program as funded pursuant to
- 9 section 96A.12, as enacted in this Act, and of the benefits
- 10 paid pursuant to section 96A.10, as enacted in this Act. The
- 11 director shall determine if the premium rates and benefit
- 12 levels are appropriate to fully fund and maintain the solvency
- 13 of the family leave and medical leave insurance account.
- 14 The director shall submit the director's findings to the
- 15 general assembly pursuant to section 7A.11 no later than
- 16 January 14, 2020.>
- 2. Title page, by striking lines 1 through 3 and inserting
- 18 < An Act relating to a family leave and medical leave insurance
- 19 program that provides for paid, job-protected leave for certain
- 20 family leave and medical leave reasons for eligible employees
- 21 of specified employers.>

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